

MEMORANDUM

24 August 1949

TO: Executive

THRU: ADSO

FROM: Chief, Confidential Funds Branch

SUBJ: Representation Allowance

REF: Memorandum to DCI from ADSO, Subject, "Representation Allowances" dated 28 April.

1. As set forth in reference memorandum, OSO allotted funds to overseas stations for representational purposes for general use by station personnel under the control and at the discretion of the Chief of Station. This procedure was contrary to the literal interpretation of paragraph 6.3 of the Confidential Funds Regulations which specify that representation allowances may be approved for "an individual while at a particular post".

2. The Confidential Funds Branch accepted and recorded expenditures incurred under the broader interpretation when approved by Chiefs of Station, Approving Officers, and Certifying Officers.

3. Upon receipt of adverse opinion from the Office of the General Counsel, all representation expenses incurred by other than the authorized individual have been placed in suspense, pending determination by the DCI as to whether he will approve retroactively to 1 February 1949 (the date of the regulation) expenditures incurred contrary to the regulation with this respect. In reference memorandum the ADSO requested the Director's approval.

4. We understand that a revision in the Confidential Funds Regulations is now pending which will provide for the allotment of representation funds, either to individuals or Chiefs of Station for expenditure by appropriate station personnel at the direction and with the concurrence of the Chief of Station.

5. It is, therefore, requested that the DCI authorize, retroactive to 1 February 1949, the expenditure of representation allowances allotted to Chiefs of Station by subordinate station employees under the control and direction of the Chief of Station.

Approval Recommended:

25X1A

ADSO

Chief, Confidential Funds Branch

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Recommendation Approved: